

**CONSOLIDATED INSURANCE TRUST  
INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2004**

	January-04					December-03					September-03					Current FYTD		Prior Year FY03		3 Years Ended	5 Years Ended
	Allocation		Returns-Month			Allocation		Returns-Quarter			Allocation		Returns-Quarter			Returns		Returns		6/30/2003	6/30/2003
	Market Value	Actual	Policy (1)	Gross	Net	Market Value	Actual	Policy (1)	Gross	Net	Market Value	Actual	Policy (1)	Gross	Net	Gross	Net	Gross	Net	Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>																					
<i>Structured Growth</i>																					
Los Angeles Capital	22,044,612	1.9%	1.8%	1.70%	1.68%	21,676,033	1.9%	1.8%	9.19%	9.12%	19,857,766	1.9%	1.8%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	-	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	-1.58%	-1.88%	-21.24%	-6.07%
<b>Total Structured Growth</b>	<b>22,044,612</b>	<b>1.9%</b>	<b>1.8%</b>	<b>1.70%</b>	<b>1.68%</b>	<b>21,676,033</b>	<b>1.9%</b>	<b>1.8%</b>	<b>9.19%</b>	<b>9.12%</b>	<b>19,857,766</b>	<b>1.9%</b>	<b>1.8%</b>	<b>5.06%</b>	<b>4.99%</b>	<b>16.67%</b>	<b>16.49%</b>	<b>-1.58%</b>	<b>-1.88%</b>	<b>-21.24%</b>	<b>-6.07%</b>
Russell 1000 Growth				2.04%	2.04%				10.41%	10.41%				3.92%	3.92%	17.08%	17.08%	2.94%	2.94%	-21.54%	-5.03%
<i>Structured Value</i>																					
LSV	22,457,598	2.0%	1.8%	2.67%	2.63%	21,894,476	2.0%	1.8%	15.78%	15.66%	18,954,419	1.8%	1.8%	3.87%	3.75%	23.47%	23.15%	-1.81%	-2.25%	8.84%	3.73%
Russell 1000 Value				1.76%	1.76%				14.19%	14.19%				2.06%	2.06%	18.59%	18.59%	-1.02%	-1.02%	-0.19%	1.05%
<i>S&amp;P 500 Index</i>																					
State Street	99,898,418	8.8%	8.4%	1.84%	1.84%	98,107,068	8.8%	8.4%	12.17%	12.16%	87,461,451	8.2%	8.3%	2.65%	2.64%	17.26%	17.23%	0.28%	0.23%	-11.28%	-1.69%
S&P 500				1.84%	1.84%				12.18%	12.18%				2.64%	2.64%	17.26%	17.26%	0.25%	0.25%	-11.20%	-1.62%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>144,400,628</b>	<b>12.8%</b>	<b>12.0%</b>	<b>1.95%</b>	<b>1.93%</b>	<b>141,677,577</b>	<b>12.7%</b>	<b>12.0%</b>	<b>12.24%</b>	<b>12.20%</b>	<b>126,273,636</b>	<b>11.9%</b>	<b>11.9%</b>	<b>3.19%</b>	<b>3.15%</b>	<b>18.08%</b>	<b>17.98%</b>	<b>-0.33%</b>	<b>-0.48%</b>	<b>-9.33%</b>	<b>-1.90%</b>
S&P 500				1.84%	1.84%				12.18%	12.18%				2.64%	2.64%	17.26%	17.26%	0.25%	0.25%	-11.20%	-1.62%
<b>SMALL CAP DOMESTIC EQUITY</b>																					
<i>Manager-of-Managers</i>																					
SEI	73,555,837	6.5%	5.9%	4.71%	4.64%	70,279,081	6.3%	5.9%	15.05%	14.82%	64,733,201	6.1%	5.9%	9.70%	9.48%	32.15%	31.55%	0.91%	0.09%	N/A	N/A
Russell 2000 + 200bp				4.51%	4.51%				15.07%	15.07%				9.60%	9.60%	31.81%	31.81%	0.36%	0.36%	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>73,555,837</b>	<b>6.5%</b>	<b>5.9%</b>	<b>4.71%</b>	<b>4.64%</b>	<b>70,279,081</b>	<b>6.3%</b>	<b>5.9%</b>	<b>15.05%</b>	<b>14.82%</b>	<b>64,733,201</b>	<b>6.1%</b>	<b>5.9%</b>	<b>9.70%</b>	<b>9.48%</b>	<b>32.15%</b>	<b>31.55%</b>	<b>0.91%</b>	<b>0.09%</b>	<b>-3.49%</b>	<b>1.64%</b>
Russell 2000				4.34%	4.34%				14.52%	14.52%				9.07%	9.07%	30.34%	30.34%	-1.63%	-1.63%	-3.30%	0.97%
<b>CONVERTIBLES</b>																					
TCW	136,134,859	12.0%	11.7%	2.26%	2.23%	133,063,821	11.9%	11.7%	10.09%	9.98%	120,979,345	11.4%	11.6%	1.95%	1.85%	14.77%	14.51%	10.67%	10.23%	-9.51%	3.90%
First Boston Convertible Index				2.01%	2.01%				8.54%	8.54%				2.67%	2.67%	13.68%	13.68%	15.46%	15.46%	-3.77%	5.29%
<b>INTERNATIONAL EQUITY</b>																					
<i>Large Cap - Active</i>																					
Capital Guardian	75,546,755	6.7%	6.2%	1.55%	1.50%	74,571,001	6.7%	6.2%	13.19%	13.03%	68,229,620	6.4%	6.3%	8.29%	8.14%	24.47%	24.07%	-9.79%	-10.31%	-15.85%	0.02%
MSCI EAFE - 50% Hedged				1.37%	1.37%				13.15%	13.15%				6.58%	6.58%	22.25%	22.25%	-11.24%	-11.24%	-15.51%	-5.33%
<i>Small Cap - Value</i>																					
Lazard	9,816,054	0.9%	0.8%	2.88%	2.80%	9,550,421	0.9%	0.8%	14.76%	14.50%	9,260,759	0.9%	0.8%	10.17%	9.92%	30.07%	29.38%	N/A	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				4.20%	4.20%				13.31%	13.31%				15.95%	15.95%	36.90%	36.90%	N/A	N/A	N/A	N/A
<i>Small Cap - Growth</i>																					
Vanguard	10,687,450	0.9%	0.8%	4.30%	4.21%	10,247,802	0.9%	0.8%	14.34%	14.06%	8,984,731	0.8%	0.8%	15.24%	14.95%	37.43%	36.64%	N/A	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				4.20%	4.20%				13.31%	13.31%				15.95%	15.95%	36.90%	36.90%	N/A	N/A	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>96,050,259</b>	<b>8.5%</b>	<b>7.8%</b>	<b>1.98%</b>	<b>1.93%</b>	<b>94,369,224</b>	<b>8.4%</b>	<b>7.8%</b>	<b>13.47%</b>	<b>13.28%</b>	<b>86,475,110</b>	<b>8.1%</b>	<b>7.8%</b>	<b>9.14%</b>	<b>8.97%</b>	<b>26.29%</b>	<b>25.82%</b>	<b>-8.65%</b>	<b>-9.20%</b>	<b>-15.51%</b>	<b>0.27%</b>
MSCI EAFE - 50% Hedged				1.37%	1.37%				13.15%	13.15%				6.58%	6.58%	22.25%	22.25%	-11.24%	-11.24%	-15.51%	-5.33%
<b>DOMESTIC FIXED INCOME</b>																					
<i>Core Bond</i>																					
Western Asset	315,464,110	27.9%	28.6%	1.00%	0.98%	312,438,548	27.9%	28.6%	1.66%	1.62%	303,966,523	28.6%	28.6%	-0.12%	-0.16%	2.56%	2.45%	12.97%	12.77%	11.23%	8.12%
Lehman Aggregate				0.80%	0.80%				0.32%	0.32%				-0.14%	-0.14%	0.98%	0.98%	10.39%	10.39%	10.07%	7.54%
<i>Index</i>																					
Bank of ND	168,920,192	14.9%	16.1%	0.89%	0.89%	167,426,190	15.0%	16.1%	0.08%	0.07%	166,281,665	15.6%	16.0%	-0.45%	-0.46%	0.52%	0.48%	13.33%	13.26%	10.87%	7.78%
Bank of ND CD'S	11,747,824	1.0%	1.0%	0.26%	0.26%	11,712,991	1.0%	1.0%	0.86%	0.86%	12,617,743	1.2%	1.2%	0.88%	0.88%	2.02%	2.02%	3.64%	3.64%	4.85%	5.09%
<b>Total Index</b>	<b>180,668,016</b>	<b>16.0%</b>	<b>17.2%</b>	<b>0.85%</b>	<b>0.84%</b>	<b>179,139,181</b>	<b>16.0%</b>	<b>17.2%</b>	<b>0.14%</b>	<b>0.12%</b>	<b>178,899,408</b>	<b>16.8%</b>	<b>17.2%</b>	<b>-0.35%</b>	<b>-0.37%</b>	<b>0.63%</b>	<b>0.60%</b>	<b>12.26%</b>	<b>12.20%</b>	<b>10.35%</b>	<b>7.51%</b>
Lehman Gov/Credit				0.91%	0.91%				-0.03%	-0.03%				-0.50%	-0.50%	0.38%	0.38%	13.14%	13.14%	10.82%	7.83%
<i>BBB Average Quality</i>																					
Strong	130,802,839	11.6%	11.4%	1.10%	1.09%	129,329,028	11.6%	11.4%	1.49%	1.46%	127,424,717	12.0%	11.4%	0.06%	0.02%	2.67%	2.59%	18.15%	17.91%	N/A	N/A
Lehman US Credit BAA				1.13%	1.13%				1.22%	1.22%				0.27%	0.27%	2.65%	2.65%	18.33%	18.33%	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>626,934,965</b>	<b>55.4%</b>	<b>57.2%</b>	<b>0.98%</b>	<b>0.97%</b>	<b>620,906,757</b>	<b>55.5%</b>	<b>57.2%</b>	<b>1.18%</b>	<b>1.15%</b>	<b>610,290,648</b>	<b>57.4%</b>	<b>57.2%</b>	<b>-0.15%</b>	<b>-0.18%</b>	<b>2.02%</b>	<b>1.93%</b>	<b>13.93%</b>	<b>13.76%</b>	<b>11.00%</b>	<b>7.93%</b>
Lehman Gov/Credit				0.91%	0.91%				-0.03%	-0.03%				-0.50%	-0.50%	0.38%	0.38%	13.14%	13.14%	10.82%	7.83%
<b>CASH EQUIVALENTS</b>																					
Bank of ND	54,580,091	4.8%	5.4%	0.09%	0.09%	57,584,867	5.2%	5.4%	0.29%	0.29%	55,193,542	5.2%	5.5%	0.30%	0.30%	0.68%	0.68%	1.57%	1.57%	3.26%	4.15%
90 Day T-Bill				0.08%	0.08%				0.26%	0.26%				0.25%	0.25%	0.59%	0.59%	1.52%	1.52%	3.33%	4.08%
<b>TOTAL INSURANCE TRUST</b>	<b>1,131,656,639</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.53%</b>	<b>1.51%</b>	<b>1,117,881,326</b>	<b>100.0%</b>	<b>100.0%</b>	<b>5.27%</b>	<b>5.21%</b>	<b>1,063,945,482</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.80%</b>	<b>1.74%</b>	<b>8.81%</b>	<b>8.65%</b>	<b>8.85%</b>	<b>8.59%</b>	<b>2.63%</b>	<b>5.42%</b>
<b>POLICY TARGET BENCHMARK</b>				1.34%	1.34%				4.26%	4.26%				1.40%	1.40%	7.13%	7.13%	8.73%	8.73%	3.31%	5.35%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations.